

## Message Text

UNCLASSIFIED

PAGE 01 RIO DE 02191 111932Z  
ACTION EB-07

INFO OCT-01 ARA-10 ISO-00 AGRE-00 COME-00 TRSE-00  
STR-04 ITC-01 CIAE-00 INR-07 NSAE-00 L-03 AID-05  
CEA-01 PRS-01 PA-02 /042 W  
-----121104Z 024605 /13

R 111552Z MAY 77  
FM AMCONSUL RIO DE JANEIRO BR  
TO SECSTATE WASHDC 4898  
INFO AMEMBASSY BRASILIA  
AMCONSUL SAO PAULO

UNCLAS RIO DE JANEIRO 2191

E.O. 11652: N/A  
TAGS: EAGR, ETRD, BR  
SUBJECT: BRAZILIAN REACTIONS TO RECENT COFFEE MARKET DEVELOPMENTS

REF: BRASILIA 3197

1. ACCORDING TO BRAZILIAN PRESS REPORTS, BRAZILIAN COFFEE INSTITUTE PRESIDENT CALAZANS HAS AFFIRMED THAT BRAZIL WILL NOT REPEAT NOT SUSPEND COFFEE EXPORTS BECAUSE OF THE FALL IN THE INTERNATIONAL PRICE. HE INDICATED, HOWEVER, THAT JULY EXPORT REGISTRATIONS WOULD BE OPENED ONLY WHEN THE INTERNATIONAL PRICE IMPROVES. REGARDING POSSIBLE REVERSAL OF THE GOVERNMENT'S DECISION PROHIBITING EXPORTS OF LOWER QUALITY COFFEE (REFTEL), CALAZANS REPORTEDLY STATED THAT THE GOVERNMENT WILL MAINTAIN ITS MARKETING POLICY.

2. CALAZANS' COMMENTS WERE IN RESPONSE TO COMPLAINTS BY BRAZILAIN COFFEE TRADERS THAT THE GOVERNMENT HAS DECIDED TO PROTECT THE BRAZILIAN COFFEE CONSUMER AT THE EXPENSE OF THE COFFEE EXPORTER. IN A MAY 9 MEETING, RIO COFFEE EXPORTERS REPORTEDLY CALLED FOR THE PREPARATION OF A REPORT TO BE SENT TO PRESIDENT GEISEL. ACCORDING TO O ESTADO DE SAO PAULO THIS DOCUMENT WOULD RECOMMEND THE SUSPENSION OF  
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COFFEE EXPORTS. PREVIOUSLY RIO EXPORTERS HAS REQUESTED THE IBC TO PERMIT POSTPONEMENT OF PENDING COFFEE SHIPMENTS AND ALSO TO STOP SELLING COFFEE FROM THE IBC'S TRIESTE AND HONG KONG ENTREPOTS. THE IBC HAS SO FAR TAKEN NO ACTION.

3. IN STATEMENTS TO REPORTERS CALAZANS HAS ADMITTED THAT THE RECENT DROP IN INTERNATIONAL QUOTATIONS IS WORRISOME

BUT HE PARTIALLY ATTRIBUTES THIS DECREASE TO SEASONAL DE-  
CLINE IN COFFEE CONSUMPTION IN THE NOTHERN HEMISPHERE.  
HE REPORTED THAT FOR THE FIRST FOUR MONTHS OF 1977, 5.9  
MILLION BAGS OF COFFEE WERE EXPORTED. AN ADDITIONAL 2.4  
MILLION BAGS HAVE BEEN REGISTERED SO FAR FOR EXPORT THROUGH  
JUNE 30.  
SIMMONS

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## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 01-Jan-1994 12:00:00 am  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** COFFEE, MARKETS, POLICIES  
**Control Number:** n/a  
**Copy:** SINGLE  
**Sent Date:** 11-May-1977 12:00:00 am  
**Decaption Date:** 01-Jan-1960 12:00:00 am  
**Decaption Note:**  
**Disposition Action:** n/a  
**Disposition Approved on Date:**  
**Disposition Case Number:** n/a  
**Disposition Comment:**  
**Disposition Date:** 01-Jan-1960 12:00:00 am  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1977RIODE02191  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** n/a  
**Enclosure:** n/a  
**Executive Order:** N/A  
**Errors:** N/A  
**Expiration:**  
**Film Number:** D770167-0611  
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**Line Count:** 69  
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**Litigation History:**  
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**Message ID:** d8b0ba96-c288-dd11-92da-001cc4696bcc  
**Office:** ACTION EB  
**Original Classification:** UNCLASSIFIED  
**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 2  
**Previous Channel Indicators:** n/a  
**Previous Classification:** n/a  
**Previous Handling Restrictions:** n/a  
**Reference:** 77 BRASILIA 3197  
**Retention:** 0  
**Review Action:** RELEASED, APPROVED  
**Review Content Flags:**  
**Review Date:** 30-Nov-2004 12:00:00 am  
**Review Event:**  
**Review Exemptions:** n/a  
**Review Media Identifier:**  
**Review Release Date:** n/a  
**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**SAS ID:** 2567815  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** BRAZILIAN REACTIONS TO RECENT COFFEE MARKET DEVELOPMENTS  
**TAGS:** EAGR, ETRD, BR  
**To:** STATE  
**Type:** TE  
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**Review Markings:**  
Margaret P. Grafeld  
Declassified/Released  
US Department of State  
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22 May 2009  
**Markings:** Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 22 May 2009